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May 30, 2006

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When calling relative to this
matter refer to No. 1356.

Honorable James H. Welsh
Commissioner of Conservation
P. O. Box 94275
Baton Rouge, Louisiana 70804-9275

**RE: McFearin Zone, Reservoir A
Lower Cotton Valley Formation, Reservoir B
Ruston Field
Lincoln Parish, Louisiana**

APPLICATION FOR PUBLIC HEARING

Dear Sir:

KCS Resources, Inc. hereby makes application pursuant to the revised rules of procedure of for a public hearing to consider evidence relating to the following matters pertaining to the McFearin Zone, Reservoir A, and Lower Cotton Valley Formation, Reservoir B, in the Ruston Field, Lincoln Parish, Louisiana:

1. To establish a single drilling and production unit for the exploration for and production of gas and condensate from the Lower Cotton Valley Formation, Reservoir B, in the Ruston Field, Lincoln Parish, Louisiana, to be designated LCV RB SUA as shown outlined on the plat attached hereto and made a part hereof;
2. To force pool and integrate all of the separately owned tracts, mineral leases and other property interests located within LCV RB SUA in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation;
3. To designate KCS Resources, Inc. as operator of LCV RB SUA and to designate the KCS Resources, Inc. Colvin Estate 28 No. 1 Well as the unit well for the LCV RB SUA at the location shown on the attached plat;

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4. To establish field rules for the Lower Cotton Valley Formation, Reservoir B, in the Ruston Field;
5. To authorize KCS Resources, Inc. to drill, designate and utilize an alternate unit well on MCF RA SUM at the exceptional location shown on the attached plat and to allow the operator to report production from said well separately from the current unit well;
6. To allow Occidental Energy Company, Inc. to continue as operator of the MCF RA SUM; S. B Colvin No. 1 Well, which is the unit well for MCF RA SUM, and to allow the operator to report production from said well separately from the proposed alternate unit well;
7. To find that the proposed alternate unit well is necessary to efficiently and effectively drain a portion of the McFearin Zone, Reservoir A, underlying MCF RA SUM which cannot be efficiently and effectively drained by any other well located on the unit;
8. To authorize the unit allowable for MCF RA SUM to be recovered from either the unit well or the alternate unit well with the unit allowable to be shared between such wells in the discretion of the respective operators;
9. To authorize the downhole or well bore combination of production from the McFearin Sand Zone, Reservoir A, and the Lower Cotton Valley Formation, Reservoir B, underlying MCF RA SUM and LCV RB SUA insofar as the proposed alternate unit well is concerned; and
10. To consider and cover such other matters as the Commissioner of Conservation may deem appropriate and necessary under the circumstances.

The McFearin Zone, Reservoir A, in the Ruston Field, Lincoln Parish, Louisiana, was defined in Office of Conservation Order No. 164-G-4 effective April 1, 1962.

The Lower Cotton Valley Formation, Reservoir B, in the Ruston Field, Lincoln Parish, Louisiana, is to be defined as that gas and condensate bearing zone occurring between the depths of 9,763 feet and 11,000 feet (electric log measurements) in the Franks Petroleum Inc., et al. - S. B. Colvin F No. 1 Well located in the Southwest Quarter of Section 28, Township 19 North, Range 3 West, Lincoln Parish, Louisiana.

Any pertinent data relating to this matter can be obtained, at the cost of the requesting party, from Mr. Tom Lindley, KCS Resources, Inc., 416 Travis Street, Suite 804, Shreveport, Louisiana 71101, telephone number (318) 425-4789.

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A Pre-Application Notice dated May 16, 2006, was circulated with respect to this matter and there was no request for a conference.

The list attached to this copy of this application being sent to the Office of Conservation includes the names of all Interested Owners, Represented Parties and Interested Parties known to Applicant after a diligent search. A copy of this notice, with plat attached, is being sent to each such party. Pursuant to Office of Conservation regulations, the list of parties is being furnished only to the Commissioner of Conservation and to the District Manager of the Shreveport District of the Office of Conservation; however, the list of parties will be provided to any person requesting a copy of it. The application fee for this matter is enclosed.

Yours very truly,

COOK, YANCEY, KING & GALLOWAY



J. William Fleming

jwf:s

Enclosures

cc: James C. Broussard, District Manager
Interested Owners, Represented
Parties and Interested Parties
Mr. Kelly Byram
Mr. Tom Lindley
Mr. Craig Barlcay

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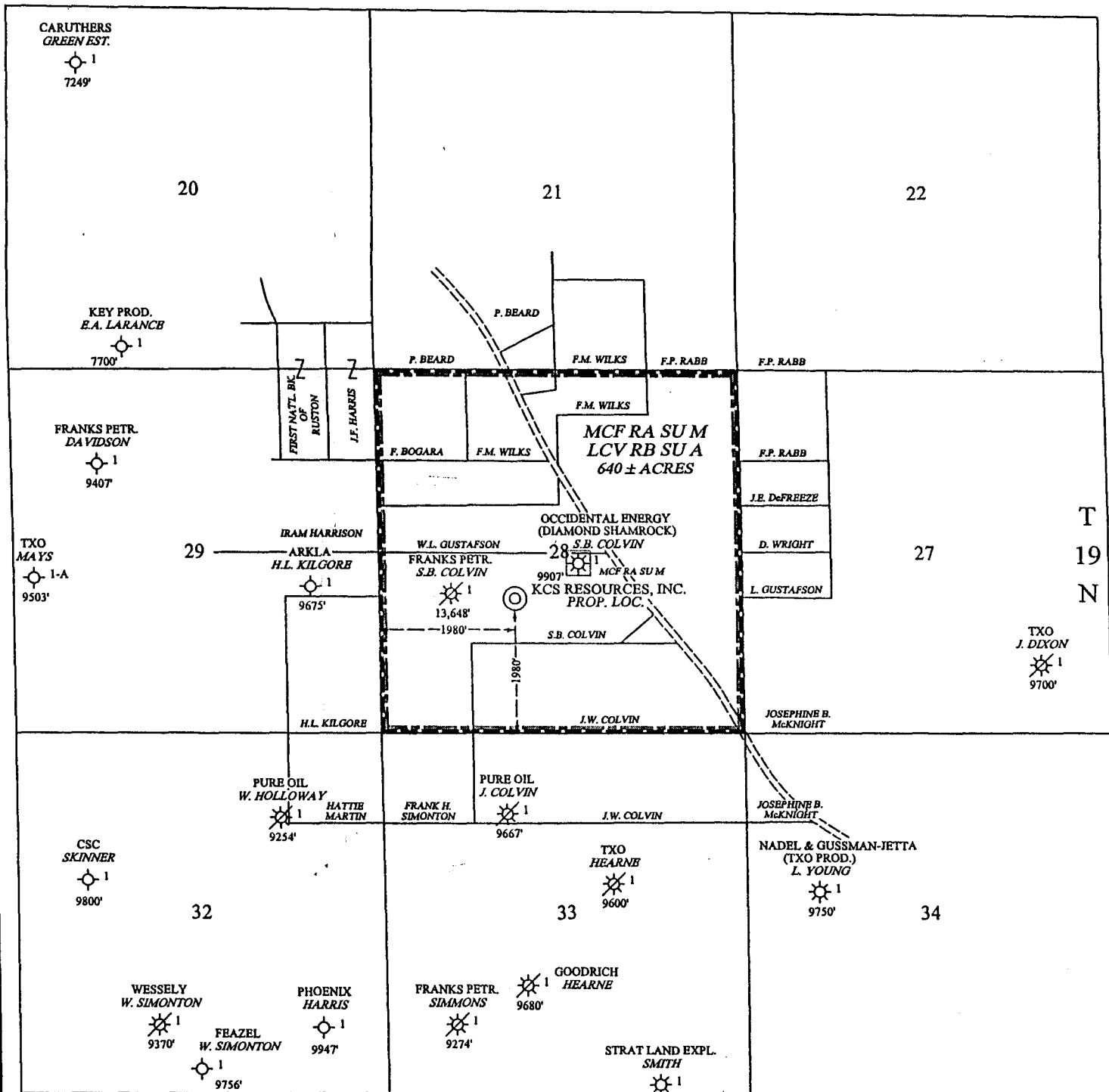


EXHIBIT NO. 1

DOCKET NO. _____

KCS RESOURCES, INC.
TULSA, OKLAHOMA

RUSTON FIELD
LINCOLN PARISH, LOUISIANA

PROPOSED LOWER COTTON VALLEY RESERVOIR A SAND UNIT A
PROPOSED UNIT WELL FOR LCV RB SU A; PROPOSED ALTERNATE UNIT WELL FOR MCF RA SU M

----- :PROPOSED LCV RB SAND UNIT A

----- :EXISTING McFEARIN SAND UNIT

⊙ :PROPOSED UNIT WELL FOR LCV RB SU A; PROPOSED ALTERNATE UNIT WELL FOR MCF RA SU M



SHALLOW WELLS NOT SHOWN

GRAPHIC SCALE